

LONE STAR BANK

	CPP Disbursement Date 02/06/2009	Cert 58324	Number of Insured Depository Institutions 1		
Selected balance and off-balance sheet items	2009 \$ millions	2010 \$ millions	%chg from prev		
Assets	\$136	\$127	-6.2%		
Loans	\$112	\$94	-15.8%		
Construction & development	\$29	\$22	-23.8%		
Closed-end 1-4 family residential	\$16	\$14	-10.5%		
Home equity	\$0	\$0			
Credit card	\$0	\$0			
Other consumer	\$1	\$1	-6.9%		
Commercial & Industrial	\$24	\$18	-25.0%		
Commercial real estate	\$39	\$38	-1.1%		
Unused commitments	\$7	\$8	15.8%		
Securitization outstanding principal	\$0	\$0			
Mortgage-backed securities (GSE and private issue)	\$0	\$6			
Asset-backed securities	\$0	\$0			
Other securities	\$7	\$7	0.0%		
Cash & balances due	\$8	\$7	-5.0%		
Residential mortgage originations					
Closed-end mortgage originated for sale (quarter)	\$0	\$0			
Open-end HELOC originated for sale (quarter)	\$0	\$0			
Closed-end mortgage originations sold (quarter)	\$0	\$0			
Open-end HELOC originations sold (quarter)	\$0	\$0			
Liabilities	\$122	\$115	-6.1%		
Deposits	\$116	\$108	-6.8%		
Total other borrowings	\$6	\$6	0.0%		
FHLB advances	\$6	\$6	0.0%		
Equity					
Equity capital at quarter end	\$13	\$12	-7.6%		
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$3	\$1	NA		
Performance Ratios					
Tier 1 leverage ratio	10.0%	9.2%	--		
Tier 1 risk based capital ratio	11.7%	11.6%	--		
Total risk based capital ratio	13.0%	12.8%	--		
Return on equity ¹	-4.9%	-32.3%	--		
Return on assets ¹	-0.5%	-3.1%	--		
Net interest margin ¹	3.3%	3.2%	--		
Coverage ratio {(ALLL+Alloc transfer risk)/Noncurrent loans}}	45.7%	39.2%	--		
Loss provision to net charge-offs (qtr)	-1413.8%	428.8%	--		
Net charge-offs to average loans and leases ¹	-0.1%	0.6%	--		
¹ Quarterly, annualized.					
	Noncurrent Loans		Gross Charge-Offs		
Asset Quality (% of Total Loan Type)	2009	2010	2009	2010	
Construction & development	7.6%	17.0%	0.0%	0.0%	--
Closed-end 1-4 family residential	13.2%	0.0%	0.0%	0.8%	--
Home equity	0.0%	0.0%	0.0%	0.0%	--
Credit card	0.0%	0.0%	0.0%	0.0%	--
Other consumer	0.0%	0.0%	1.6%	0.0%	--
Commercial & Industrial	4.5%	1.7%	0.0%	0.9%	--
Commercial real estate	0.0%	0.0%	0.0%	0.0%	--
Total loans	4.8%	4.2%	0.0%	0.3%	--